



DATE: September 25, 2013

TO: Honorable Mayor and City Council Members

FROM: Property Management

SUBJECT: **ADOPT A RESOLUTION ACCEPTING \$339,619 IN GRANT FUNDS FROM THE FEDERAL AVIATION ADMINISTRATION AND APPROVE THE APPROPRIATION OF SAID GRANT FUNDS TO THE AIRPORT MAINTENANCE AND OPERATION FUND**

SYNOPSIS

Staff recommends that the City Council adopt a resolution accepting grant funds in the amount of \$339,619 from the Federal Aviation Administration awarded to the City of Oceanside for airport-related improvements; approve the appropriation of said grant funds to the airport maintenance and operation fund; and authorize the City Manager to execute the grant documents.

BACKGROUND

In August 2009 the City Council approved an Amended and Restated Lease Agreement and an Amended and Restated Operating Agreement (collectively "Agreements") with Airport Property Ventures, LLC ("APV") for the lease and operation of the Oceanside Municipal Airport ("Airport"). The Agreements give APV the opportunity to pursue grants from the Federal Aviation Administration ("FAA") for improvements to the Airport on behalf of the City as the Airport sponsor.

In June of 2013 the City, as the Airport sponsor, submitted an Application for Federal Assistance Packet of Information to the FAA for improvement projects to the Airport. The grant request was for two projects consisting of a new application for cost overruns for the water line project to allow for the construction of the new hangars, and an application for the perimeter fencing construction project. The FAA requires the City provide a resolution to accept the grant funds.

ANALYSIS

Staff recommends accepting the grant so as to provide funding for much needed improvements to the Airport. Due to the regulatory requirements for the construction of the new hangars additional costs were incurred to install the required waterline needed to provide fire suppression service to the hangars.

The grant provides funding for the increased waterline costs in the amount of \$23,773. The grant would also provide \$315,846 in funding for the perimeter fencing project for additional security at the Airport. The resolution accepting the grant funds would be retroactive to the date of the acceptance of the grant agreement.

FISCAL IMPACT

Upon funding of the grant by the FAA, the acceptance of the FAA grant in the amount of \$339,619 necessitates approval of a budget appropriation for said amount to account 822127900274.4381 in order to utilize said grant funds. The \$339,619 in grant funds will be handled as a reimbursement program through the City's agreement with APV and paid out of account 822127900274.5305.

INSURANCE REQUIREMENTS

City minimum insurance coverage requirements identified in the Agreements will be met and coverage extended through the term of the Agreements.

COMMISSION OR COMMITTEE REPORT

Does not apply.

CITY ATTORNEY'S ANALYSIS

The referenced documents have been reviewed by the City Attorney and approved as to form.

RECOMMENDATION

Staff recommends that the City Council adopt a resolution accepting grant funds in the amount of \$339,619 from the Federal Aviation Administration awarded to the City of Oceanside for airport related improvements; approve the appropriation of said grant funds to the airport maintenance and operation fund; and authorize the City Manager to execute the grant.

PREPARED BY:



Douglas E. Eddow
Real Estate Manager

SUBMITTED BY:



Peter A. Weiss
City Manager

REVIEWED BY:

Michelle Skaggs Lawrence, Deputy City Manager

Michael Blazenski, Interim Financial Services Director





1 RESOLUTION NO.

2 A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
3 OCEANSIDE, CALIFORNIA ACCEPTING FEDERAL
4 AVIATION ADMINISTRATION GRANT AGREEMENT NO. 3-
5 06-1073-011-2013 FOR IMPROVEMENTS AT THE OCEANSIDE
6 MUNICIPAL AIRPORT

7 WHEREAS, the City of Oceanside (“City”), as the sponsor of the Oceanside Municipal
8 Airport, submitted to the Federal Aviation Administration (“FAA”) a Project Application for a
9 grant of Federal funds for the rehabilitation of the existing aircraft parking apron, including
10 associated underground utility lines – phase 2, and for the installation of perimeter fencing –
11 phase 2 at the Oceanside Municipal Airport (“Project”);

12
13 WHEREAS, the FAA has approved the Project Application for the Project at the
14 Oceanside Municipal Airport and has made an offer of a Grant Agreement to the City to
15 provide Federal funding for the Project; and

16
17 WHEREAS, the FAA has requested the City provide a resolution formally accepting the
18 Grant Agreement.

19
20 NOW, THEREFORE, the City Council of the City of Oceanside does resolve as follows:

21
22 SECTION 1. The FAA Grant Agreement is hereby accepted, effective retroactive
23 to the date the Grant Agreement was executed by the City’s designated official representative,
24 Peter A. Weiss, City Manager, on September 10, 2013.

25 ///

26 ///

27 ///

28 ///

1 PASSED AND ADOPTED by the City Council of the City of Oceanside, California,
2 this _____ day of _____, 2013, by the following vote:

- 3 AYES:
- 4 NAYS:
- 5 ABSENT:
- 6 ABSTAIN:
- 7

8 MAYOR OF THE CITY OF OCEANSIDE

10 ATTEST:

APPROVED AS TO FORM:

11
12 _____
13 City Clerk

Robert Hamilton, ASST.

City Attorney

14
15
16
17
18
19
20
21
22
23
24
25
26
27
28